

Giftizen.org

Exempt Organization Business Income Tax Return
(and proxy tax under section 6033(e))

OMB No. 1545-0687

2009

Open to Public Inspection for
501(c)(3) Organizations OnlyA Check box if
address changed

B Exempt under section

501(c)(3)
 408(e) 220(e)
 408A 530(a)
 529(a)

Name of organization (Check box if name changed and see instructions)Print
or
Type

PROPERTY RESERVE, INC.

Number, street, and room or suite no. If a P.O. box, see page 8 of instructions.

50 E. NORTH TEMPLE ST. - COB 22

City or town, state, and ZIP code

SALT LAKE CITY, UT 84150

D Employer identification number
(Employees' trust, see Instructions
for Block D on page 9.)

87-6128054

E Unrelated business activity codes
(See Instructions for Block E
on page 9.)

900003 531390

C Book value of all assets
at end of year
OVER
1,000,000.

F Group exemption number (See instructions for Block F.) ►

G Check organization type ► 501(c) corporation 501(c) trust 401(a) trust Other trust

H Describe the organization's primary unrelated business activity. ► PROPERTY MANAGEMENT

I During the tax year, was the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group? ► Yes No

If "Yes," enter the name and identifying number of the parent corporation. ► SEE STATEMENT 3

J The books are in care of ► CRAIG WHITING

Telephone number ► 801-240-3030

Part I Unrelated Trade or Business Income

	(A) Income	(B) Expenses	(C) Net
1a Gross receipts or sales	6,086,477.		
b Less returns and allowances		c Balance	
1c	6,086,477.		
2 Cost of goods sold (Schedule A, line 7)			
3 Gross profit Subtract line 2 from line 1c	6,086,477.		6,086,477.
4a Capital gain net income (attach Schedule D)			
b Net gain (loss) (Form 4797, Part II, line 17) (attach Form 4797)			
c Capital loss deduction for trusts			
5 Income (loss) from partnerships and S corporations (attach statement)	51,060.	STMT. 1	51,060.
6 Rent income (Schedule C)			
7 Unrelated debt-financed income (Schedule E)			
8 Interest, annuities, royalties, and rents from controlled organizations (Sch. F)	405,488.	138,313.	267,175.
9 Investment income of a section 501(c)(7), (9), or (17) organization (Schedule G)			
10 Exploited exempt activity income (Schedule I)			
11 Advertising income (Schedule J)			
12 Other income (See instructions; attach schedule.)			
13 Total. Combine lines 3 through 12	6,543,025.	138,313.	6,404,712.

Part II Deductions Not Taken Elsewhere (See instructions for limitations on deductions.)

(Except for contributions, deductions must be directly connected with the unrelated business income.)

14 Compensation of officers, directors, and trustees (Schedule K)	14
15 Salaries and wages	15
16 Repairs and maintenance	16 421,161.
17 Bad debts	17
18 Interest (attach schedule)	18
19 Taxes and licenses	19 405,331.
20 Charitable contributions (See instructions for limitation rules)	20
21 Depreciation (attach Form 4562)	21 1,122,566.
22 Less depreciation claimed on Schedule A and elsewhere on return	22a
22b	1,122,566.
23 Depletion	23
24 Contributions to deferred compensation plans	24
25 Employee benefit programs	25
26 Excess exempt expenses (Schedule I)	26
27 Excess readership costs (Schedule J)	27
28 Other deductions (attach schedule)	28 3,767,453.
29 Total deductions. Add lines 14 through 28	29 5,716,511.
30 Unrelated business taxable income before net operating loss deduction Subtract line 29 from line 13	30 688,201.
31 Net operating loss deduction (limited to the amount on line 30)	31
32 Unrelated business taxable income before specific deduction. Subtract line 31 from line 30	32 688,201.
33 Specific deduction (Generally \$1,000, but see instructions for exceptions)	33 1,000.
34 Unrelated business taxable income. Subtract line 33 from line 32. If line 33 is greater than line 32, enter the smaller of zero or line 32	34 687,201.

66

11

Part III Tax Computation

• 35 Organizations Taxable as Corporations. See instructions for tax computation.

Controlled group members (sections 1561 and 1563) check here ► See instructions and.

a Enter your share of the \$50,000, \$25,000, and \$9,925,000 taxable income brackets (in that order)

(1) \$ 0. (2) \$ 0. (3) \$ 0.

b Enter organization's share of: (1) Additional 5% tax (not more than \$11,750) \$ 0.

(2) Additional 3% tax (not more than \$100,000) \$ 0.

c Income tax on the amount on line 34 SEE STATEMENT 4 ►

35c 240,520.

36 Trusts Taxable at Trust Rates. See instructions for tax computation. Income tax on the amount on line 34 from.

 Tax rate schedule or Schedule D (Form 1041)

36

37 Proxy tax. See instructions

37

38 Alternative minimum tax

38

39 Total Add lines 37 and 38 to line 35c or 36, whichever applies

39 240,520.

Part IV Tax and Payments

40a Foreign tax credit (corporations attach Form 1118; trusts attach Form 1116) 40a

40a

b Other credits (see instructions) 40b

40b

c General business credit. Attach Form 3800 40c

40c

d Credit for prior year minimum tax (attach Form 8801 or 8827) 40d

40d

e Total credits. Add lines 40a through 40d 40e

40e

41 Subtract line 40e from line 39 41 240,520.

41 240,520.

42 Other taxes Check if from Form 4255 Form 8611 Form 8697 Form 8866 Other (attach schedule)

42

43 Total tax. Add lines 41 and 42 43 240,520.

43 240,520.

44a Payments: A 2008 overpayment credited to 2009 44a 125,000.

44a 125,000.

b 2009 estimated tax payments 44b 375,049.

44b 375,049.

c Tax deposited with Form 8868 44c

44c

d Foreign organizations: Tax paid or withheld at source (see instructions) 44d

44d

e Backup withholding (see instructions) 44e

44e

f Other credits and payments: Form 2439

44f

 Form 4136 Other Total ► 44f

45 Total payments. Add lines 44a through 44f 45 500,049.

45 500,049.

46 Estimated tax penalty (see instructions) Check if Form 2220 is attached ► 46

46

47 Tax due. If line 45 is less than the total of lines 43 and 46, enter amount owed 47

47

48 Overpayment. If line 45 is larger than the total of lines 43 and 46, enter amount overpaid 48 259,529.

48 259,529.

49 Enter the amount of line 48 you want Credited to 2010 estimated tax ► 259,529. Refunded ► 49 0.

49 0.

Part V Statements Regarding Certain Activities and Other Information (See instructions on page 17)

1 At any time during the 2009 calendar year, did the organization have an interest in or a signature or other authority over a financial account (bank, securities, or other) in a foreign country? If YES, the organization may have to file Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts. If YES, enter the name of the foreign country here ►

2 During the tax year, did the organization receive a distribution from, or was it the grantor of, or transferor to, a foreign trust? If YES, see page 5 of the instructions for other forms the organization may have to file.

3 Enter the amount of tax-exempt interest received or accrued during the tax year ► \$

Yes	No
<input type="checkbox"/>	X
<input type="checkbox"/>	X
<input type="checkbox"/>	

Schedule A - Cost of Goods Sold. Enter method of inventory valuation ►

N/A

1 Inventory at beginning of year	1	6 Inventory at end of year	6
2 Purchases	2	7 Cost of goods sold. Subtract line 6	
3 Cost of labor	3	from line 5. Enter here and in Part I, line 2	7
4a Additional section 263A costs	4a	8 Do the rules of section 263A (with respect to	
b Other costs (attach schedule)	4b	property produced or acquired for resale) apply to	
5 Total. Add lines 1 through 4b	5	the organization?	X

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

Sign Here*C. L. Curran*

10/28/10

Secretary

Signature of officer

Date

May the IRS discuss this return with the preparer shown below (see instructions)? Yes No**Paid Preparer's Use Only**

Preparer's signature

Sharon Zabach

Date

10/25/10

Check if self-employed

Preparer's SSN or PTIN
P00125475

Firm's name (or yours if self-employed, address, and ZIP code)

DELOITTE TAX LLP
50 FREMONT STREET
SAN FRANCISCO, CA 94105

EIN 86-1065772

Phone no.

415-783-4352

Schedule G - Investment Income of a Section 501(c)(7), (9), or (17) Organization
 (see instructions on page 20)

1. Description of income	2. Amount of income	3. Deductions directly connected (attach schedule)	4. Set-asides (attach schedule)	5. Total deductions and set-asides (col 3 plus col 4)
(1)				
(2)				
(3)				
(4)				
	Enter here and on page 1, Part I, line 9, column (A).			Enter here and on page 1, Part I, line 9, column (B).
Totals		0.		0.

Schedule I - Exploited Exempt Activity Income, Other Than Advertising Income
 (see instructions on page 21)

1. Description of exploited activity	2. Gross unrelated business income from trade or business	3. Expenses directly connected with production of unrelated business income	4. Net income (loss) from unrelated trade or business (column 2 minus column 3) If a gain, compute cols. 5 through 7.	5. Gross income from activity that is not unrelated business income	6. Expenses attributable to column 5	7. Excess exempt expenses (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
	Enter here and on page 1, Part I, line 10, col. (A).	Enter here and on page 1, Part I, line 10, col. (B).				Enter here and on page 1, Part II, line 28,
Totals		0.	0.			0.

Schedule J - Advertising Income (see instructions on page 21)

Part I. Income From Periodicals Reported on a Consolidated Basis

1. Name of periodical	2. Gross advertising income	3. Direct advertising costs	4. Advertising gain or (loss) (col. 2 minus col. 3) If a gain, compute cols. 5 through 7.	5. Circulation income	6. Readership costs	7. Excess readership costs (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
Totals (carry to Part II, line (5))		0.	0.			0.

Part II. Income From Periodicals Reported on a Separate Basis (For each periodical listed in Part II, fill in columns 2 through 7 on a line-by-line basis.)

1. Name of periodical	2. Gross advertising income	3. Direct advertising costs	4. Advertising gain or (loss) (col. 2 minus col. 3) If a gain, compute cols. 5 through 7.	5. Circulation income	6. Readership costs	7. Excess readership costs (column 6 minus column 5, but not more than column 4).
(1)						
(2)						
(3)						
(4)						
(5) Totals from Part I	0.	0.				0.
	Enter here and on page 1, Part I, line 11, col. (A).	Enter here and on page 1, Part I, line 11, col. (B).				Enter here and on page 1, Part II, line 27.
Totals, Part II (lines 1-5)		0.	0.			0.

Schedule K - Compensation of Officers, Directors, and Trustees (see instructions on page 21)

1. Name	2. Title	3. Percent of time devoted to business	4. Compensation attributable to unrelated business
		%	
		%	
		%	
		%	
Total. Enter here and on page 1, Part II, line 14			0.

Other Apportionments

(a) Group member's name	Other Apportionments				
	(b) Accumulated earnings credit	(c) AMT exemption amount	(d) Phaseout of AMT exemption amount	(e) Penalty for failure to pay estimated tax	(f) Other
1 - DESERET MANAGEMENT CORPORATION & SUCORPORATION OF THE PRESIDENT OF THE	0	0	0	0	0
2 - CORPORATION OF THE PRESIDENT OF THE	0	0	0	0	0
3 - AGREESERVES, INC.	0	0	0	1,000,000	IRC Section 179(b) 249,000
4 - BONNEVILLE HOLDING COMPANY	0	0	0	0	0
5 - BRIGHAM YOUNG UNIVERSITY	0	0	0	0	0
6 - BRIGHAM YOUNG UNIVERSITY-HAWAII	0	0	0	0	0
7 - BRIGHAM YOUNG UNIVERSITY-IDAHO	0	0	0	0	0
8 - CITY CREEK RESERVE, INC.	0	0	0	0	0
9 - ENSIGN PEAK ADVISORS, INC.	0	0	0	0	0
10 - FARM AND RESERVE, INC.	0	0	0	0	0
Total	0	40,000	40,000	1,000,000	250,000

Schedule O (Form 1120)(Rev. 12-2009)

(a) Group member's name	Income Tax Apportionment						(h) Total income tax (combine lines (b) through (g))
	(b) 15%	(c) 25%	(d) 34%	(e) 35%	(f) 5%	(g) 3%	
1 POLYNESIAN CULTURAL CENTER	0	0	0	0	0	0	0
2 POLYNESIAN CULTURAL CENTER PROPERTY	0	0	0	0	0	0	0
3 PROPERTY RESERVE, INC	0	0	0	0	0	0	0
4 SUBURBAN LAND RESERVE, INC	0	0	0	0	0	0	0
5 TAYLOR CREEK MANAGEMENT COMPANY	0	0	0	0	0	0	0
6 WESTERN WATER IRRIGATION COMPANY	0	0	0	0	0	0	0
7	0	0	0	0	0	0	0
8	0	0	0	0	0	0	0
9	0	0	0	0	0	0	0
10	0	0	0	0	0	0	0
Total	7,500	6,250	3,374,500	0	0	0	3,388,250

DESERET MANAGEMENT CORPORATION & SUBSIDIARIES

87-0274433

Part III Income Tax Apportionment (See instructions)

(a) Group member's name	Income Tax Apportionment						(h) Total income tax (combine lines (b) through (g))
	(b) 15%	(c) 25%	(d) 34%	(e) 35%	(f) 5%	(g) 3%	
1 DESERET MANAGEMENT CORPORATION & SUBSIDIARIES	0	0	0	0	0	0	0
2 CORPORATION OF THE PRESIDENT OF THE	0	0	0	0	0	0	0
3 AGREESERVES, INC.	7,500	6,250	3,374,500	0	0	0	3,388,250
4 BONNEVILLE HOLDING COMPANY	0	0	0	0	0	0	0
5 BRIGHAM YOUNG UNIVERSITY	0	0	0	0	0	0	0
6 BRIGHAM YOUNG UNIVERSITY- HAWAII	0	0	0	0	0	0	0
7 BRIGHAM YOUNG UNIVERSITY-IDAHO	0	0	0	0	0	0	0
8 CITY CREEK RESERVE, INC	0	0	0	0	0	0	0
9 ENSIGN PEAK ADVISORS, INC	0	0	0	0	0	0	0
10 FARMLAND RESERVE, INC	0	0	0	0	0	0	0
Total	7,500	6,250	3,374,500	0	0	0	3,388,250

Schedule O (Form 1120)(Rev. 12-2009)

DESERET MANAGEMENT CORPORATION & SUBSIDIARIES

87-0274433

Schedule O (Form 1120)(Rev. 12-2009)

Part II Taxable Income Apportionment (See Instructions)

Caution: Each total in Part II, column (g) for each component member must agree with Form 1120, page 1, line 30 or the comparable line of such member's tax return.

			Taxable Income Amount Allocated to Each Bracket				
			(b) Tax year end (Yr-Mo)	(c) 15%	(d) 25%	(e) 34%	(f) 35%
1	POLYNESIAN CULTURAL CENTER	99-0109908	2009 12	0	0	0	0
2	POLYNESIAN CULTURAL CENTER PROPERTY	99-01199388	2009 12	0	0	0	0
3	PROPERTY RESERVE, INC	87-6128064	2009 12	0	0	0	0
4	SUBURBAN LAND RESERVE, INC	87-06687704	2009 12	0	0	0	0
5	TAYLOR CREEK MANAGEMENT COMPANY	59-3439086	2009 12	0	0	0	0
6	WESTERN WATER IRRIGATION COMPANY	91-1627746	2009 12	0	0	0	0
7				0	0	0	0
8				0	0	0	0
9				0	0	0	0
10				0	0	0	0
	Total			50,000	25,000	9,925,000	10,000,000

Schedule O (Form 1120)(Rev. 12-2009)

DESERET MANAGEMENT CORPORATION & SUBSIDIARIES

87-0274433

Schedule O (Form 1120)(Rev. 12-2009)

Part II Taxable Income Apportionment (See instructions)

Caution: Each total in Part II, column (g) for each component member must agree with Form 1120, page 1, line 30 or the comparable line of such member's tax return.

	(a) Group member's name and employer identification number	(b) Tax year end (Yr- Mo)	Taxable Income Amount Allocated to Each Bracket				(g) Total (add columns (c) through (f))
			(c) 15%	(d) 25%	(e) 34%	(f) 35%	
1	DESERET MANAGEMENT CORPORATION & SU	87-0274433	2009 12	0	0	0	0
2	CORPORATION OF THE PRESIDENT OF THE	23-7300405	2009 12	0	0	0	0
3	AGRESERVES, INC	87-0481574	2009 12	50,000	25,000	9,925,000	0
4	BONNEVILLE HOLDING COMPANY	74-2368286	2009 12	0	0	0	0
5	BRIGHAM YOUNG UNIVERSITY	87-0217280	2009 12	0	0	0	0
6	BRIGHAM YOUNG UNIVERSITY-HAWAII	99-0083825	2009 12	0	0	0	0
7	BRIGHAM YOUNG UNIVERSITY-IDAHO	82-0207699	2009 12	0	0	0	0
8	CITY CREEK RESERVE, INC	20-8152281	2009 12	0	0	0	0
9	ENSIGN PEAK ADVISORS, INC	84-1432969	2009 12	0	0	0	0
10	FARMLAND RESERVE, INC	87-0569880	2009 12	0	0	0	0
Total				50,000	25,000	9,925,000	0

Schedule O (Form 1120)(Rev. 12-2009)

Consent Plan and Apportionment Schedule
for a Controlled Group

► Attach to Form 1120, 1120-C, 1120-F, 1120-FSC, 1120-L, 1120-PC, 1120-REIT, or 1120-RIC.
► See separate instructions.

Name

DESERET MANAGEMENT CORPORATION & SUBSIDIARIES

Employer identification number
87-0274433

Part I Apportionment Plan Information

1 Type of controlled group

- a Parent-subsidiary group
- b Brother-sister group
- c Combined group
- d Life insurance companies only

2 This corporation has been a member of this group

- a For the entire year.
- b From _____, _____, until _____

3 This corporation consents and represents to

- a Adopt an apportionment plan. All the other members of this group are adopting an apportionment plan effective for the current tax year which ends on _____, _____, and for all succeeding tax years.
- b Amend the current apportionment plan. All the other members of this group are currently amending a previously adopted plan, which was in effect for the tax year ending 12 31, 2008, and for all succeeding tax years
- c Terminate the current apportionment plan and not adopt a new plan. All the other members of this group are not adopting an apportionment plan
- d Terminate the current apportionment plan and adopt a new plan. All the other members of this group are adopting an apportionment plan effective for the current tax year which ends on _____, _____, and for all succeeding tax years

4 If you checked box 3c or 3d above, check the applicable box below to indicate if the termination of the current apportionment plan was:

- a Voluntary
- b Involuntary

5 If you did not check a box on line 3 above, check the applicable box below concerning the status of the group's apportionment plan (see instructions)

- a No apportionment plan is in effect and none is being adopted
- b An apportionment plan is already in effect. It was adopted for the tax year ending _____, _____, and for all succeeding tax years

6 If all the members of this group are adopting a plan or amending the current plan for a tax year after the due date (including extensions) of the tax return for this corporation, is there at least one year remaining on the statute of limitations from the date this corporation filed its amended return for such tax year for assessing any resulting deficiency?

See instructions

- a Yes
 - (i) The statute of limitations for this year will expire on _____, _____.
 - (ii) On _____, _____, this corporation entered into an agreement with the Internal Revenue Service to extend the statute of limitations for purposes of assessment until _____.
- b No. The members may not adopt or amend an apportionment plan.

7 Required information and elections under section 1561. Check the applicable box(es) (see instructions)

- a The corporation will determine its tax liability by applying the maximum tax rate under section 11 to the entire amount of its taxable income.
- b The corporation and the other members of the group elect the FIFO method (rather than defaulting to the proportionate method) for allocating the group's section 11(b)(1) additional tax
- c The corporation has a short tax year that does not include December 31.

Part V		Listed Property (Include automobiles, certain other vehicles, cellular telephones, certain computers, and property used for entertainment, recreation, or amusement.)											
Note: For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.													
Section A - Depreciation and Other Information (Caution: See the instructions for limits for passenger automobiles)													
24a Do you have evidence to support the business/investment use claimed?		<input type="checkbox"/> Yes		<input type="checkbox"/> No		24b If "Yes," is the evidence written?		<input type="checkbox"/> Yes		<input type="checkbox"/> No			
(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost					
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use								25					
26 Property used more than 50% in a qualified business use:													
		%											
		%											
		%											
27 Property used 50% or less in a qualified business use:													
		%				S/L							
		%				S/L							
		%				S/L							
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1										28			
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1										29			
Section B - Information on Use of Vehicles													
Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.													
30 Total business/investment miles driven during the year (do not include commuting miles) 31 Total commuting miles driven during the year 32 Total other personal (noncommuting) miles driven 33 Total miles driven during the year. Add lines 30 through 32 34 Was the vehicle available for personal use during off-duty hours? 35 Was the vehicle used primarily by a more than 5% owner or related person? 36 Is another vehicle available for personal use?	(a) Vehicle	(b) Vehicle	(c) Vehicle	(d) Vehicle	(e) Vehicle	(f) Vehicle							
	Yes	No	Yes	No	Yes	No	Yes	Yes	No	Yes	No	Yes	No
Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees													
Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons.													
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees?										Yes	No		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners													
39 Do you treat all use of vehicles by employees as personal use?													
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received?													
41 Do you meet the requirements concerning qualified automobile demonstration use?													
Note: If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.													
Part VI Amortization													
(a) Description of costs		(b) Date amortization begins	(c) Amortizable amount		(d) Code section	(e) Amortization period or percentage		(f) Amortization for this year					
42 Amortization of costs that begins during your 2009 tax year:													
43 Amortization of costs that began before your 2009 tax year										43			
44 Total. Add amounts in column (f). See the instructions for where to report										44			

Form 4562

Department of the Treasury
Internal Revenue Service (99)Depreciation and Amortization 990-T
(Including Information on Listed Property)

► See separate instructions.

► Attach to your tax return.

OMB No. 1545-0172

2009

Attachment
Sequence No. 67

Name(s) shown on return

Business or activity to which this form relates

Identifying number

PROPERTY RESERVE, INC.

FORM 990-T PAGE 1

87-6128054

Part I Election To Expense Certain Property Under Section 179 Note: If you have any listed property, complete Part V before you complete Part I.

1 Maximum amount. See the instructions for a higher limit for certain businesses	1	250,000.
2 Total cost of section 179 property placed in service (see instructions)	2	
3 Threshold cost of section 179 property before reduction in limitation	3	800,000.
4 Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5 Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	

6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost
7 Listed property. Enter the amount from line 29	7	
8 Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9 Tentative deduction. Enter the smaller of line 5 or line 8	9	
10 Carryover of disallowed deduction from line 13 of your 2008 Form 4562	10	
11 Business Income limitation. Enter the smaller of business income (not less than zero) or line 5	11	
12 Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13 Carryover of disallowed deduction to 2010. Add lines 9 and 10, less line 12	13	

Note: Do not use Part II or Part III below for listed property. Instead, use Part V.

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.)

14 Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year	14	
15 Property subject to section 168(f)(1) election	15	
16 Other depreciation (including ACRS)	16	

Part III MACRS Depreciation (Do not include listed property.) (See instructions)

Section A

17 MACRS deductions for assets placed in service in tax years beginning before 2009	17	
18 If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ► <input type="checkbox"/>		

Section B - Assets Placed in Service During 2009 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property						
b 5-year property						3,174.
c 7-year property						
d 10-year property						
e 15-year property						119,204.
f 20-year property						
g 25-year property			25 yrs.		S/L	
h Residential rental property	/		27.5 yrs.	MM	S/L	
i Nonresidential real property	/		27.5 yrs.	MM	S/L	1,000,188.
	/		39 yrs.	MM	S/L	
	/			MM	S/L	

Section C - Assets Placed in Service During 2009 Tax Year Using the Alternative Depreciation System

20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year	/		40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21 Listed property. Enter amount from line 28	21	
22 Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21.	22	
Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instr.		
23 For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

Form 4626

Alternative Minimum Tax—Corporations

OMB No. 1545-0175

Department of the Treasury
Internal Revenue Service► See separate instructions.
► Attach to the corporation's tax return.

2009

Name

PROPERTY RESERVE, INC.

Employer identification number
87-6128054

Part I Alternative Minimum Tax Computation

Note: See the instructions to find out if the corporation is a small corporation exempt from the alternative minimum tax (AMT) under section 55(e).

1	Taxable income or (loss) before net operating loss deduction	1	687,201
2	Adjustments and preferences:	2a	(45)
a	Depreciation of post-1986 property	2b	
b	Amortization of certified pollution control facilities	2c	
c	Amortization of mining exploration and development costs	2d	
d	Amortization of circulation expenditures (personal holding companies only)	2e	
e	Adjusted gain or loss	2f	
f	Long-term contracts	2g	
g	Merchant marine capital construction funds	2h	
h	Section 833(b) deduction (Blue Cross, Blue Shield, and similar type organizations only)	2i	
i	Tax shelter farm activities (personal service corporations only)	2j	
j	Passive activities (closely held corporations and personal service corporations only)	2k	
k	Loss limitations	2l	
l	Depletion	2m	
m	Tax-exempt interest income from specified private activity bonds	2n	
n	Intangible drilling costs	2o	
o	Other adjustments and preferences	3	687,156
3	Pre-adjustment alternative minimum taxable income (AMTI). Combine lines 1 through 2o		
4	Adjusted current earnings (ACE) adjustment:	4a	687,152
a	ACE from line 10 of the ACE worksheet in the instructions	4b	(4)
b	Subtract line 3 from line 4a. If line 3 exceeds line 4a, enter the difference as a negative amount (see instructions)	4c	3
c	Multiply line 4b by 75% (.75). Enter the result as a positive amount	4d	1,171
d	Enter the excess, if any, of the corporation's total increases in AMTI from prior year ACE adjustments over its total reductions in AMTI from prior year ACE adjustments (see instructions). Note: You must enter an amount on line 4d (even if line 4b is positive)	4e	(3)
e	ACE adjustment.		
● If line 4b is zero or more, enter the amount from line 4c			
● If line 4b is less than zero, enter the smaller of line 4c or line 4d as a negative amount			
5	Combine lines 3 and 4e. If zero or less, stop here; the corporation does not owe any AMT	5	687,153
6	Alternative tax net operating loss deduction (see instructions)	6	
7	Alternative minimum taxable income. Subtract line 6 from line 5. If the corporation held a residual interest in a REMIC, see instructions	7	687,153
8	Exemption phase-out (if line 7 is \$310,000 or more, skip lines 8a and 8b and enter -0- on line 8c):		
a	Subtract \$150,000 from line 7 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8a	
b	Multiply line 8a by 25% (.25)	8b	
c	Exemption. Subtract line 8b from \$40,000 (if completing this line for a member of a controlled group, see instructions). If zero or less, enter -0-	8c	
9	Subtract line 8c from line 7. If zero or less, enter -0-	9	687,153
10	If the corporation had qualified timber gain, complete Part II and enter the amount from line 24 here. Otherwise, multiply line 9 by 20% (.20)	10	137,431
11	Alternative minimum tax foreign tax credit (AMTFTC) (see instructions)	11	
12	Tentative minimum tax. Subtract line 11 from line 10	12	137,431
13	Regular tax liability before applying all credits except the foreign tax credit	13	240,520
14	Alternative minimum tax. Subtract line 13 from line 12. If zero or less, enter -0-. Enter here and on Form 1120, Schedule J, line 3, or the appropriate line of the corporation's income tax return	14	0

For Paperwork Reduction Act Notice, see the instructions.

Form 4626 (2009)

FORM 990-T SCHEDULE F - DEDUCTIONS OF CONTROLLED ORGANIZATIONS STATEMENT 5
DIRECTLY CONNECTED WITH COLUMN 10 INCOME

DESCRIPTION	ACTIVITY NUMBER	AMOUNT	TOTAL
OPERATING AND DEPRECIATION EXPENSES		29,559.	
- SUBTOTAL -	1		29,559.
OPERATING AND DEPRECIATION EXPENSES		108,754.	
- SUBTOTAL -	2		108,754.
TOTAL OF FORM 990-T, SCHEDULE F, COLUMN 11			138,313.

FORM 990-T	TAX COMPUTATION	STATEMENT 4
1. TAXABLE INCOME	687,201	
2. LESSER OF LINE 1 OR FIRST BRACKET AMOUNT .	0	
3. LINE 1 LESS LINE 2	687,201	
4. LESSER OF LINE 3 OR SECOND BRACKET AMOUNT .	0	
5. LINE 3 LESS LINE 4	687,201	
6. INCOME SUBJECT TO 34% TAX RATE	0	
7. INCOME SUBJECT TO 35% TAX RATE	687,201	
8. 15 PERCENT OF LINE 2	0	
9. 25 PERCENT OF LINE 4	0	
10. 34 PERCENT OF LINE 6	0	
11. 35 PERCENT OF LINE 7	240,520	
12. ADDITIONAL 5% SURTAX.	0	
13. ADDITIONAL 3% SURTAX	0	
14. TOTAL OF LINES 8 THROUGH 13 TO FORM 990-T, PAGE 2, LINE 35C		240,520

PROPERTY RESERVE, INC.

87-6128054

FORM 990-T INCOME (LOSS) FROM PARTNERSHIPS STATEMENT 1

DESCRIPTION	AMOUNT
OCOTILLO MANAGEMENT GROUP, LLC	51,060.
TOTAL TO FORM 990-T, PAGE 1, LINE 5	51,060.

FORM 990-T OTHER DEDUCTIONS STATEMENT 2

DESCRIPTION	AMOUNT
LOCATION ADMINISTRATIVE EXPENSES	1,876,149.
UTILITY EXPENSES	284,860.
SECURITY EXPENSES	112,584.
PARKING OPERATION EXPENSES	849,041.
CLEANING EXPENSES	424,638.
GROUNDS MAINTENANCE	36,300.
LEASING & OTHER	29,570.
GENERAL ADMINISTRATIVE EXPENSES	116,510.
OTHER MISCELLANEOUS	37,801.
TOTAL TO FORM 990-T, PAGE 1, LINE 28	3,767,453.

FORM 990-T PARENT CORPORATION'S NAME AND IDENTIFYING NUMBER STATEMENT 3

CORPORATION'S NAME	IDENTIFYING NO
CORP. OF THE PRESIDENT	23-7300405

(a) Group member's name	Other Apportionments				
	(b) Accumulated earnings credit	(c) AMT exemption amount	(d) Phaseout of AMT exemption amount	(e) Penalty for failure to pay estimated tax	(f) Other
1 POLYNESIAN CULTURAL CENTER	0	0	0	0	0
2 POLYNESIAN CULTURAL CENTER PROPERTY	0	0	0	0	0
3 PROPERTY RESERVE, INC	0	0	0	0	1,000
4 SUBURBAN LAND RESERVE, INC	0	0	0	0	0
5 TAYLOR CREEK MANAGEMENT COMPANY	0	40,000	40,000	0	0
6 WESTERN WATER IRRIGATION COMPANY	0	0	0	0	0
7	0	0	0	0	0
8	0	0	0	0	0
9	0	0	0	0	0
10	0	0	0	0	0
Total	0	40,000	40,000	1,000,000	250,000

Schedule C - Rent Income (From Real Property and Personal Property Leased With Real Property)(see instr. on pg 18)

1. Description of property

(1)	
(2)	
(3)	
(4)	

2. Rent received or accrued

(a) From personal property (If the percentage of rent for personal property is more than 10% but not more than 50%)	(b) From real and personal property (If the percentage of rent for personal property exceeds 50% or if the rent is based on profit or income)	3(a) Deductions directly connected with the income in columns 2(a) and 2(b) (attach schedule)
(1)		
(2)		
(3)		
(4)		

Total 0. Total 0.

(c) Total income. Add totals of columns 2(a) and 2(b) Enter here and on page 1, Part I, line 6, column (A) ►

0. (b) Total deductions. Enter here and on page 1, Part I, line 6, column (B) ►

0.

Schedule E - Unrelated Debt-Financed Income (See instructions on page 19)

1. Description of debt-financed property	2. Gross income from or allocable to debt-financed property	3. Deductions directly connected with or allocable to debt-financed property		
		(a) Straight line depreciation (attach schedule)	(b) Other deductions (attach schedule)	
(1)				
(2)				
(3)				
(4)				
4. Amount of average acquisition debt on or allocable to debt-financed property (attach schedule)	5. Average adjusted basis of or allocable to debt-financed property (attach schedule)	6. Column 4 divided by column 5	7. Gross income reportable (column 2 x column 6)	8. Allocable deductions (column 6 x total of columns 3(a) and 3(b))
(1)		%		
(2)		%		
(3)		%		
(4)		%		

Enter here and on page 1, Part I, line 7, column (A) ► Enter here and on page 1, Part I, line 7, column (B) ►

Totals 0. 0. Total dividends-received deductions included in column 8 ► 0.

Schedule F - Interest, Annuities, Royalties, and Rents From Controlled Organizations (See instructions on page 20)

1. Name of controlled organization	2. Employer identification number	Exempt Controlled Organizations			
		3. Net unrelated income (loss) (see instructions)	4. Total of specified payments made	5. Part of column 4 that is included in the controlling organization's gross income	6. Deductions directly connected with income in column 5
(1) ZIONS SECURITIES					
(2) CORPORATION					
(3) HAWAII RESERVES					
(4) INC					

Nonexempt Controlled Organizations

7. Taxable income	8. Net unrelated income (loss) (see instructions)	9. Total of specified payments made	10. Part of column 9 that is included in the controlling organization's gross income	11. Deductions directly connected with income in column 10
				STATEMENT 5
(1)				
(2) 227,053.	227,053.	256,612.	256,612.	29,559.
(3)				
(4) 40,122.	40,122.	148,876.	148,876.	108,754.

Add columns 5 and 10. Enter here and on page 1, Part I, line 8, column (A). Add columns 8 and 11. Enter here and on page 1, Part I, line 8, column (B).

Totals ► 405,488. 138,313.